

**MINUTES OF THE COMMITTEE
ON
BANKING AND FINANCIAL SERVICES**

Tuesday, December 5, 2006

10:00 a.m.

Room 327 House Office Building

The House Standing Committee on Banking And Financial Services was called to order by the Chair.

Members present: Reps. Robertson, Green, Huizenga, Hune, Palsrok, Hunter, Mayes.

Members absent/excused: Reps. Dillon, Clemente.

Representative Green moved to approve the minutes of the September 20, 2006 meeting. Representative Mayes supported the motion. There being no objection, the motion prevailed by unanimous consent.

The Chair laid SB 309 before the committee.

SB 309 Johnson Consumer protection; other; notification of security breach of database containing personal identifying information; require.

Kieran Marion and Dominick Pallone of Senator Johnson's office testified in support of the bill. Questions and discussion among committee members followed.

David Pettit of Public Interest Research Group In Michigan testified in support of the bill. Mr. Pettit also submitted written testimony.

The following individuals submitted cards in support of the bills, but did not wish to testify:

Matt Hanley of the Michigan Bankers Association.

Adrian Casal of Indiana Michigan Power.

Dave Finkbeiner of the Michigan Health and Hospital Association.

Christine Shearer of the Michigan Association of Health Plans.

Tina Grant of Trinity Health/Care Choices.

Dyck Van Koevering of the Insurance Institute of Michigan.

Bill Knox of AARP Michigan.

Representative Green moved to adopt substitute (H-2) for SB 309. Representative Huizenga supported the motion. **The motion prevailed 7-0-0.**

FAVORABLE ROLL CALL

Yeas: Reps. Robertson, Green, Huizenga, Hune, Palsrok, Hunter, Mayes.

Nays: None.

Pass: None.

Representative Green the following amendments to substitute (H-2) of SB 309:

1. Amend page 12, line 21, after "(1)" by striking out "A" and inserting "**SUBJECT TO SUBSECTION (3), A**".

2. Amend page 13, following line 6, by inserting:

"(3) A PERSON OR AGENCY IS CONSIDERED TO BE IN COMPLIANCE WITH THIS SECTION IF THE PERSON OR AGENCY IS SUBJECT TO FEDERAL LAW CONCERNING THE DISPOSAL OF RECORDS CONTAINING PERSONAL IDENTIFYING INFORMATION AND THE PERSON OR AGENCY IS IN COMPLIANCE WITH THAT FEDERAL LAW." and renumbering the remaining subsection.

Representative Green moved to adopt the amendments. Representative Huizenga supported the motion. **The motion prevailed 7-0-0.**

FAVORABLE ROLL CALL

Yeas: Reps. Robertson, Green, Huizenga, Hune, Palsrok, Hunter, Mayes.

Nays: None.

Pass: None.

Chair Robertson offered the following amendment to substitute (H-2) of SB 309:

1. Amend page 5, line 18, after "**THAN**" by striking out "**THE FIRST**".

Audrey Robinson and Teresa Jennings of Lexis Nexis testified in support of the amendment. Questions and discussion among committee members followed.

Representative Huizenga moved to adopt the amendment. Representative Green supported the motion. **The motion prevailed 7-0-0.**

FAVORABLE ROLL CALL

Yeas: Reps. Robertson, Green, Huizenga, Hune, Palsrok, Hunter, Mayes.

Nays: None.

Pass: None.

Representative Huizenga moved to report SB 309 with recommendation as amended as substitute (H-3). Representative Mayes supported the motion. **The motion prevailed 7-0-0.**

FAVORABLE ROLL CALL

Yeas: Reps. Robertson, Green, Huizenga, Hune, Palsrok, Hunter, Mayes.

Nays: None.

Pass: None.

Representative Hunter moved to excuse the absence of Representatives Dillon and Clemente. Representative Green supported the motion. There being no objection, the motion prevailed by unanimous consent.

There being no further business before the committee, the Chair adjourned the meeting at 10:33 a.m.

Representative David Robertson, Chair_____

Dan Stump, Committee Clerk

House Banking And Financial Services Committee, (517) 373-5795